2 § 18707.1. Public Generally. General Rule. 3 (a) Except as provided in Government Code sections 87102.6 and 87103.5, the material 4 financial effect of a governmental decision on a public official's economic interests is 5 indistinguishable from its effect on the public generally if both subdivisions (b)(1) and (b)(2) of 6 this regulation apply. 7 (b) Significant Segments and Indistinguishable Effects. (1) Significant Segment. The governmental decision will affect a "significant segment" of 8 9 the public generally if any of the following are affected as set forth below: 10 (A) Individuals. For decisions that affect the personal expenses, income, assets, or 11 liabilities of a public official or a member of his or her immediate family, or that affect an 12 individual who is a source of income or a source of gifts to a public official, the decision also 13 affects: 14 (i) Ten percent or more of the population in the jurisdiction of the official's agency or the 15 district the official represents; or (ii) 5,000 individuals who are residents of the jurisdiction. 16 17 (B) Real Property. For decisions that affect a public official's interest in real property, the 18 decision also affects: 19 (i) Ten percent or more of all property owners or all residential property owners in the jurisdiction of the official's agency or the district the official represents; or 20 21 (ii) 5,000 property owners or residential property owners in the jurisdiction of the 22 official's agency.

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Repeal 2 Cal. Code Regs. Section 18707.1:

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1	(iii) While the public official must identify ten percent or more of residential property
2	owners or 5,000 residential property owners as provided above, and not residential properties, for
3	purposes of subdivision (b)(1)(B) the official may choose to count each residential property
4	affected as being owned by one property owner if, and only if, the official counts himself or
5	herself as the sole owner of the public official's residential property regardless of his or her actual
6	ownership interest.
7	(iv) For purposes of this subdivision, residential property means any real property that
8	contains a single family home, or a multi-family structure of four units or fewer, on a single lot,
9	or a condominium unit.
10	(C) Business Entities. For decisions that affect a business entity in which a public official
11	has an economic interest, the decision also affects either 2,000 or twenty-five percent of all
12	business entities in the jurisdiction or the district the official represents, so long as the effect is on
13	persons composed of more than a single industry, trade, or profession. For purposes of this
14	subdivision, a not for profit entity other than a governmental entity is treated as a business entity.
15	(D) Governmental Entities. For decisions that affect a federal, state or local government
16	entity in which the public official has an economic interest, the decision will affect all members
17	of the public under the jurisdiction of that governmental entity.
18	(E) Exceptional Circumstances. The decision will affect a segment of the population
19	which does not meet any of the standards in subsections (b)(1)(A) through (b)(1)(D), however,
20	due to exceptional circumstances regarding the decision, it is determined such segment
21	constitutes a significant segment of the public generally.
22	(2) Substantially the Same Manner: The governmental decision will financially affect a

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public official's economic interest in substantially the same manner as it will affect the

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1	significant segment identified in subdivision (b)(1) of this regulation. The financial effect need
2	not be identical for the official's economic interest to be considered "financially affected" in
3	"substantially the same manner."
4	(A) Comparing Financial Effects on Real Property: For a decision that affects a public
5	official's economic interest in his or her real property, financial effects are measured in terms of
6	the overall dollar amount of the increase or decrease in the value of the property and not by a
7	percentage increase or decease affecting property values as a whole. Factors to be considered in
8	determining the financial effect on the official's property in comparison with the financial effect
9	on the public generally include, but are not limited to, the following:
10	(i) The magnitude of the financial effect of the governmental decision on the official's
11	property as compared with other properties contained within the significant segment;
12	(ii) The lot size of the official's property compared with other properties contained within
13	the significant segment (e.g., one acre versus 10 acres);
14	(iii) The square footage of the building space of the property compared with the square
15	footage of the building space of other properties contained within the significant segment;
16	(iv) The proximity of the official's property to the property that is the subject of the
17	governmental decision compared with the proximity of other properties contained within the
18	significant segment;
19	(v) The number of units/parcels owned by the official compared to others in the
20	significant segment;
21	(vi) The physical characteristics or permitted use of the property (i.e., historical,
22	commercial, residential) as compared to other properties in the significant segment;

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1	(vii) The location of the official's property compared with the location of other properties
2	contained within the significant segment;
3	(viii) The neighborhood in which the official's property is located is comparable to the
4	neighborhoods in which other properties contained within the significant segment are located;
5	(ix) The quality of the structure contained on the official's property compared with the
6	quality of other structures contained on properties within the significant segment;
7	(x) The current fair market value of the property as compared to other properties in the
8	significant segment;
9	(xi) Improvements made to the official's property as compared with other properties
10	contained within the significant segment;
11	(xii) The developmental potential or income producing potential of the real property in
12	which the official has an economic interest compared with other properties contained within the
13	significant segment; and
14	(xiii) The character of the effects on the neighborhood of the property in which the
15	official has an economic interest including, but not limited to, substantial effects on: traffic,
16	view, privacy, intensity of use, noise levels, air emissions, or similar traits of the neighborhood
17	compared with the neighborhoods of other properties contained within the significant segment.
18	Comment: The term "affect all members of the public" as used in subdivision (b)(1)(D)
19	above, is intended to cover decisions affecting the public in general but to exclude decisions that
20	uniquely benefit a public official.
21	Note: Authority cited: Section 83112, Government Code. Reference: Section 87103,
22	Government Code.

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